

## STATEMENT OF PURPOSE

### RS29505 / S1295

This bill updates and modernizes provisions within the Idaho Credit Union Act, providing flexibility and modern provisions to allow Idaho state-chartered credit unions to better serve their members. The proposed updated Act:

- Provides additional flexibility for credit unions to establish new branches and use of technology facilities.
- Provides a definition of safety and soundness, which gives credit unions a legal understanding and framework of potential regulatory findings during an examination.
- Allows credit unions to hold virtual or remote board meetings and annual member meetings.
- Updates the member expulsion section to provide credit union leaders with the ability to act quickly to expel a member in order to ensure the safety of employees or other members when a member is acting in a threatening or violent manner. The expelled member is guaranteed an opportunity to appeal and request reinstatement.
- Provides updates to the credit union corporate powers statute that allows flexibility in the financial service product offerings for credit union members.
- Reduces outdated regulatory language around real estate occupancy requirement for Idaho state-chartered credit unions.
- Streamlines the process by which credit union bylaws are adopted and approved by the Director of the Idaho Department of Finance.

### FISCAL NOTE

There will be no fiscal impact to the General Fund associated with this proposed legislation. The provisions of this legislation specifically relate to the operations of state-chartered credit unions and will require no additional resources of the Idaho Department of Finance nor will it increase or decrease the Department of Finance's revenues or expenditures.

#### Contact:

Ryan Fitzgerald, NW Credit Union Association  
(208) 860-8072

**DISCLAIMER: This statement of purpose and fiscal note are a mere attachment to this bill and prepared by a proponent of the bill. It is neither intended as an expression of legislative intent nor intended for any use outside of the legislative process, including judicial review (Joint Rule 18).**